

**MINUTES OF A MEETING  
KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION  
BOARD OF DIRECTORS  
July 24, 2019**

**Opening of Meeting:**

1. A regular meeting of the Board of Directors, Kentucky Workers' Compensation Funding Commission was held on July 24, 2019, in the Commission's conference room, located at 42 Mill Creek Park, Frankfort, Kentucky. Madam Chair Judy Long called the meeting to order.
2. Ms. Angela Calloway announced the meeting would be recorded in accordance with Kentucky Revised Statute 61.835.
3. Madam Chair Long verified the press notice and asked for a roll call.

**Directors Present:**

4. Judy Long, Self-Insured Employers Representative  
David Dickerson, Secretary, Labor Cabinet  
Ryan Barrow, Designee for Secretary William Landrum, Finance & Administration Cabinet  
Katie Smith, Designee for Interim Secretary Vivek K. Sarin, Cabinet for Economic Development

**Others Present:**

5. Reuben Jones, Executive Director, KWCFC  
Louie Hord, Director of Fiscal Operations, KWCFC  
Lisa King, Director of Audit and Collections, KWCFC  
Olivia Orrender, Audit Review Manager, KWCFC  
Angela Calloway, Fiscal Services Officer, KWCFC  
Ryan Robinson, Administrative Services Officer, KWCFC  
Kelly Gilliam, General Counsel, Labor Cabinet  
Robert Swisher, Commissioner, Department of Workers' Claims  
Robert Milligan, Deputy Commissioner, Department of Workers' Claims  
Mary Elizabeth Robinson, Public Information Officer, Labor Cabinet  
David Rogan, Conning Inc.  
Jon Stewart, KEMI  
Dustin Miller, Government Strategies, AIG  
Ed O'Daniel, Attorney, NCCI and Liberty Mutual

**Approval of Minutes:**

6. Mr. Ryan Barrow made a motion to approve the May 22, 2019 Regular Meeting Minutes. Secretary David Dickerson seconded the motion. Motion carried.

**Coal Workers' Pneumoconiosis Fund Liability Update:** Jon Stewart, KEMI

7. Mr. Jon Stewart provided an update on the Coal Workers' Pneumoconiosis Liability.
8. Mr. Stewart reported on the Coal Workers' Pneumoconiosis Loss Portfolio and Modified Cash Basis of Accounting and updated the board on the status of claims through June 30, 2019.

**Executive Director Update:** Reuben Jones

9. Mr. Reuben Jones updated the Board on several topics including a review of 2019 and 2020 priorities, upcoming physical relocation of the Funding Commission, filing online quarterly assessment reports, FY 2019 Actuarial and Financial Audit, and the investment program.

**Audit & Collections Report:** Lisa King (report on file for referral)

10. Ms. Lisa King presented an update on the number of audits ongoing and completed.
11. Ms. King reported on Audits in Protest, Final Audit Findings and Self-Insured Audit Assignment Findings.
12. Mr. Ryan Barrow made the motion to accept the Audit and Collections Report as presented to the Board. Ms. Katie Smith seconded the motion. Motion carried.

**Financial Report:** Louie Hord (report on file for referral)

13. Mr. Louie Hord reviewed the year to date budget versus actual expenses for KWCFC, the year to date internal financial statements, and fiscal year to date interagency transfers made by KWCFC for the period ending June 30, 2019.
14. Ms. Katie Smith made the motion to accept the financial reports as presented to the Board. Mr. Ryan Barrow seconded the motion. Motion carried.

**Investment Report:** David Rogan, Conning, Inc. (report on file for referral)

15. Mr. David Rogan presented an update on the quarterly portfolio review, economic and capital market outlook, and portfolio reports as of June 30, 2019.

16. Secretary David Dickerson made the motion to accept the Investment Report as presented to the Board. Ms. Katie Smith seconded the motion. Motion carried.

**Executive Session:**

17. Madam Chair Long asked for a motion to go into Executive Session under KRS 61.810 (1) (c), (f) and (j) to discuss litigation, personnel and penalty waivers.
18. Mr. Ryan Barrow made the motion to go into Executive Session. Ms. Katie Smith seconded the motion. Motion carried.

**Open Session:**

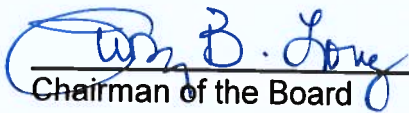
19. Secretary David Dickerson made the motion to return to open session. Ms. Katie Smith seconded the motion. Motion carried.

**New Business:**

20. No new business.

**Adjournment:**

21. Secretary David Dickerson made a motion to adjourn. Ms. Katie Smith seconded the motion. Motion carried.

  
Chairman of the Board